



### IN THE UNITED STATES PATENT AND TRADEMARK OFFICE

Applicant: Jeffrey A. Anderson Art Unit: 3635

Serial No.: 10/633,694 Examiner: Jeanette E. Chapman

Filed : August 5, 2003

Title : METAL FRAMING MEMBER AND METHOD OF MANUFACTURE

### Mail Stop Appeal Brief-Patents

United States Patent and Trademark Office Customer Service Window Randolph Building 401 Dulany Street Alexandria VA 22314

### BRIEF ON APPEAL UNDER 37 C.F.R § 1.192

Appellants are appealing the rejection of claims 1-30, 32-34, 36-44, 49-51 and 53-58 from the action dated April 2, 2008. A Notice of Appeal is being filed concurrently. Appellants request that the rejection of these claims be reversed.

### (i) Real Party in Interest

The real party of interest is Jeffrey A. Anderson. This application has not been assigned to any other entity.

### (ii) Related Appeals and Interferences

There are no related appeals or interferences.

### (iii) Status of Claims

Claims 1-30, 32-34, 36-44, 49-51 and 53-58 are pending and are being appealed. Claims 1, 27, 42, 53 and 54 are in independent form.

### (iv) Status of Amendments

No amendments were made to the claims subsequent to the amendments filed on November 9, 2006.

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### (v) Summary of Claimed Subject Matter

Claim 1 relates to a metal framing member including a formed metal sheet having a length and including a web region including a plurality of expanded web slots including voids and metal web elements and extending along a portion of the length, wherein the region includes a plurality of reinforcements proximate to the web slots and confined to the web elements and exclusive to the web voids. See p. 2, lines 3-5 and p. 4, lines 15-16 of the specification. Each expanded web slot has a length to width ratio of 2:1 or greater. See **Figure 1** of the specification. The ratio of the distance between adjacent slots prior to expansion to a width of the formed metal sheet prior to expansion is 1:8 or greater. See Figures 1 and 6 of the specification.

Claim 27 relates to a method of manufacturing a framing member including providing a formed metal sheet having a length and a web region; placing a plurality of slots along a portion of the length in the web region such that the ratio of the distance between adjacent slots prior to expansion to a width of the formed metal sheet prior to expansion is 1:8 or greater; placing reinforcements proximate to the slots confined to the web elements and exclusive to the web voids; and expanding the slots of the web region to form expanded slots having a web element and a web void. See p. 2, line 26 to p. 3, line 3 and Figures 1 and 6 of the specification. Each expanded web slot having a length to width ratio of about 2:1 or greater. See Figures 1 and 6 of the specification.

Claim 42 relates to a method of building a structure comprising: placing an expanded framing member in a portion of the structure, the expanded framing structure including a plurality of expanded web slots forming a plurality of web elements and a plurality of voids in a region of the framing member, wherein the region includes a plurality of reinforcements proximate to the web slots and confined to the web elements and exclusive to the web voids. See p. 3, lines 7-16 of the specification. Each expanded web slot has a length to width ratio of 2:1 or greater. See Figure 1 of the specification. The ratio of the distance between adjacent slots prior to expansion to a width of the formed metal sheet prior to expansion is 1:8 or greater. See Figures 1 and 6 of the specification.

Claim 53 relates to a method of manufacturing a framing member comprising: providing a formed metal sheet having a length and a web region; placing a plurality of slots along a

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portion of the length in the web region such that the ratio of the distance between adjacent slots prior to expansion to a width of the formed metal sheet prior to expansion is 1:8 or greater (see Figures 1 and 6 of the specification); expanding the slots of the web region to form expanded slots having a web element and a web void, each expanded web slot having a length to width ratio of about 2:1 or greater and heat treating the member. See p. 2, line 26 to p. 3, line 6 and Figure 1 of the specification.

Claim 54 relates to a metal framing member comprising: a formed metal sheet including a plurality of expanded web slots in a region of the formed metal sheet, wherein the expanded web slots are heat treated, each expanded web slot having a length to width ratio of 2:1 or greater. See p. 2, line 26 to p. 3, line 6 and Figures 1 and 6 of the specification. The ratio of the distance between adjacent slots prior to expansion to a width of the formed metal sheet prior to expansion is 1:8 or greater. See Figures 1 and 6 of the specification.

### (vi) Grounds of Rejection to be Reviewed on Appeal

- 1. Whether claims 1, 3-15, 27-30, 32-34, 36-44, 49-51 and 53-58 are unpatentable under 35 U.S.C. § 112, first paragraph.
- 2. Whether claims 1, 3-15, 17-30, 32-51 and 53-59 are unpatentable under 35 U.S.C. §103(a) as being obvious over German Patent No. 3,336,378 to Knauf in view of U.S. Patent No. 5,605,024 to Sucato et al., U.S. Patent No. 5,913,788 to Herren, and U.S. Patent No. 5,527,625 to Bodnar.

### (vii) Arguments

1. Whether claims 1, 3-15, 27-30, 32-34, 36-44, 49-51 and 53-58 are unpatentable under 35 U.S.C. § 112, first paragraph

The Examiner has maintained the rejection of claims 1, 3-15, 27-30, 32-34, 36-44, 49-51 and 53-58 under 35 U.S.C. § 112, first paragraph, as failing to comply with the written description requirement. See Office Action at p. 2. Claims 1, 27, 42, 53 and 54 are independent claims. The Examiner maintains that the phrase "the ratio of the distance between adjacent slots prior to expansion to a width of the formed metal sheet prior to expansion is 1:8 or greater" is not supported by the specification. See Office Action at p. 2.

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MPEP 2163.02 states that "The subject matter of the claim need not be described literally in order for the disclosure to satisfy the description requirement." Rather, it is sufficient if the "description clearly allow persons of ordinary skill in the art to recognize that he or she invented what is claimed." Id. MPEP 2163.02 further states that

[u]nder Vas-Cath, Inc. v. Mahurkar, 935 F.2d 1555, 1563-64, 19 USPQ2d 1111, 1117 (Fed. Cir. 1991), to satisfy the written description requirement, an applicant must convey with reasonable clarity to those skilled in the art that, as of the filing date sought, he or she was in possession of the invention, and that the invention, in that context, is whatever is now claimed. The test for sufficiency of support in a parent application is whether the disclosure of the application relied upon "reasonably conveys to the artisan that the inventor had possession at that time of the later claimed subject matter." Ralston Purina Co. v. Far-Mar-Co., Inc., 772 F.2d 1570, 1575, 227 USPQ 177, 179 (Fed. Cir. 1985) (quoting In re Kaslow, 707 F.2d 1366, 1375, 217 USPQ 1089, 1096 (Fed. Cir. 1983)).

The phrase "the ratio of the distance between adjacent slots prior to expansion to a width of the formed metal sheet prior to expansion is 1:8 or greater" is supported by Figures 1 and 6 of the specification. For example, Figure 6 of the specification illustrates that "the ratio of the distance between adjacent slots prior to expansion to a width of the formed metal sheet prior to expansion is 1:8 or greater." When measured directly from Figure 6, the distance between adjacent slots prior to expansion is  $1/8^{th}$  of an inch whereas the width of the formed sheet prior to expansion is an inch. See Figure 6 of the specification.

Accordingly, the specification sufficiently describes the claimed invention in full, clear, concise and exact terms. Appellant respectfully requests reconsideration and withdrawal of this rejection.

2. Whether claims 1, 3-15, 17-30, 32-51 and 53-59 are unpatentable under 35 U.S.C. §103(a) as being obvious over German Patent No. 3,336,378 to Knauf in view of U.S. Patent No. 5,605,024 to Sucato et al., U.S. Patent No. 5,913,788 to Herren, and U.S. Patent No. 5,527,625 to Bodnar.

The Examiner has maintained the rejection of claims 1, 3-15, 17-30, 32-51 and 53-59 under 35 U.S.C. §103(a) as being unpatentable over German Patent No. 3,336,378 to Knauf ("Knauf") in view of U.S. Patent No. 5,605,024 to Sucato et al. ("Sucato"), U.S. Patent No.

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5,913,788 to Herren ("Herren"), and U.S. Patent No. 5,527,625 to Bodnar ("Bodnar"). See Office Action at pages 2-10. Claims 1, 27, 42, 53 and 54 are independent.

### Claims 1, 27 and 42

Appellant has discovered a metal framing including a web region including a plurality of reinforcements proximate to the web slots and confined to the web elements and exclusive to the web voids, each expanded web slot has a length to width ratio of about 2:1 or greater, and the ratio of the distance between adjacent slots prior to expansion to a width of the formed metal sheet prior to expansion is 1:8 or greater. See claims 1, 27, and 42.

The Examiner refers to Knauf and Sucato and contends that "it is within the scope of both references to expand the web of the stud to the required dimensions for any particular constructions project for which the stud is incorporated." See Office Action at p. 7. Knauf shows a framing member having a much smaller ratio of web element width to **unexpanded** framing member width. See Fig. 1 of Knauf. Knauf does not teach or suggest a framing member in which the ratio of the distance between adjacent slots prior to expansion to a width of the formed metal sheet prior to expansion is 1:8 or greater. This defect is not remedied in Sucato. Sucato discloses "a pair of U-shaped members 62 and 63 which may be formed of a metallic material that are interconnected by bight 64 comprising an expandable mesh 65" (col. 4, lines 22-25 of Sucato), and shows a framing member having a much smaller ratio of web element width to unexpanded framing member width than recited in claims 1, 27, and 42. See Figs. 20-21 of Sucato.

These defects are not remedied in Herren and Bodnar either. Each of these references fails to teach or suggest a framing member in which the ratio of the distance between adjacent slots prior to expansion to a width of the formed metal sheet prior to expansion is 1:8 or greater.

There is no motivation or suggestion within the references to combine Knauf with Sucato, Herren, or Bodnar. The references, alone and in combination, fail to teach the claimed ratio of web element width to unexpanded framing member width.

Accordingly, claims 1, 27, and 42, and claims that depend therefrom are patentable over the combination of Sucato, Bodnar and Herren for at least the reasons discussed above.

Appellant requests that this rejection be reconsidered and withdrawn.

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### Claim 53

As previously explained, none of the references teaches or suggests that the ratio of the distance between adjacent slots prior to expansion to a width of the formed metal sheet prior to expansion is 1:8 or greater.

None of Knauf, Sucato, or Herren, alone or in combination, teach or suggest heat treating expanded web slots in a formed metal sheet. The Examiner incorrectly asserts that Bodnar teaches this element, referring to column 7, line 50 - column 8, line 65. See Office Action at p. . Bodnar actually discloses that the described member can be formed from cold rolled or hot rolled steel. See column 2, lines 41-42 of Bodnar. Bodnar does not teach or suggest expanding the slots of the web region to form expanded slots having a web element and a web void, and heat treating the member after expanding the slots. Bodnar merely describes piercing cold rolled or hot rolled steel. MPEP 2145, paragraph X(A), states that "[a]ny judgment on obviousness is in a sense necessarily a reconstruction based on hindsight reasoning, but so long as it takes into account only knowledge which was within the level of ordinary skill in that art at the time the claimed invention was made and does not include knowledge gleaned only from applicant's disclosure, such a reconstruction is proper" (emphasis added by Appellant) (citing In re McLaughlin 443 F.2d 1392, 1395 (CCPA 1971)). The Examiner's obviousness rejection of the claims violates the basic considerations of obviousness as set forth in MPEP 2141 ("[t]he references must be viewed without the benefit of impermissible hindsight vision afforded by the claimed invention.").

Additionally, as previously explained, there is no motivation or suggestion to combine the teachings of Knauf, Sucato, Herren, and Bodnar. For at least these reasons, claim 53 should be allowed. Appellant respectfully requests that this rejection be reconsidered and withdrawn.

### Claim 54

Claim 54, which recites a metal framing member having expanded web slots that are heat treated, also stands rejected as being obvious over Knauf in view of Sucato, Herren, and Bodnar. As previously explained, Knauf, Sucato, Herren, and Bodnar do not disclose expanded web slots that have been heat treated. Further as previously discussed, these references also fail to teach or

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suggest that the ratio of the distance between adjacent slots prior to expansion to a width of the formed metal sheet prior to expansion is 1:8 or greater, or that the framing member includes a plurality of reinforcements proximate to the web slots and confined to the web elements and exclusive to the web voids.

Additionally, as noted, there is no motivation or suggestion to combine the teachings of Knauf, Sucato, Herren, and Bodnar. For at least these reasons, claim 54 should be allowed. Appellant respectfully requests that this rejection be reconsidered and withdrawn.

### Evidence of Non-Obviousness

MPEP 2141 states that the "Office policy is to follow *Graham v. John Deere Co.* in the consideration and determination of obviousness under 35 U.S.C. 103." MPEP 2141 further states that "[a]s quoted above, the four factual inquires enunciated therein as a background for determining obviousness are as follows: (A) Determining the scope and contents of the prior art; (B) Ascertaining the differences between the prior art and the claims in issue; (C) Resolving the level of ordinary skill in the pertinent art; and (D) Evaluating evidence of secondary considerations."

Appellant respectfully requests the consideration of two Declarations under 37 C.F.R. § 1.132 from Roger A. LaBoube ("LaBoube declaration," attached at Appendix A) and Francis J. Roost ("Roost declaration," attached at Appendix B), previously filed on September 8, 2007, as evidence of secondary consideration in the determination of obviousness under 35 U.S.C. § 103.

Professor LaBoube is a Professor in the Department of Civil Engineering at the University of Missouri-Rolla. Professor LaBoube has reviewed the metal framing member concept and has concluded the following:

This concept is innovative in that it incorporates the structural features required of a wall stud application. Importantly the metal framing member design concept incorporates a highly efficient use of materials, thus the high strength to weight ratio should be realized.

In addition to providing an efficient load bearing wall stud, the web profile should realize significant energy efficiency. Further, the use of galvanized sheet steel is an appropriate material selection. The sheet steel provides excellent strength and the galvanized coating will ensure long term durability.

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See the LaBoube declaration.

Mr. Roost is a retired (unlicensed) Certified Public Accountant (CPA) who was asked to comment on the potential commercial value of the design as presented in U.S. Application Serial No. 10/633,694. Mr. Roost has concluded the following:

First, based on a 2002 study (best available) for non residential construction, interior walls, published by the Steel Framing Alliance, there are 2.8 billion lineal feet of product made annually, that could be affected. A copy of the study is attached as Exhibit A. See page 13. The Reported Tonnage of product ha[s] been converted to lineal feet in exhibit B.

Second, the design concept described in the above-mentioned provisional and utility applications reduces usage of material by 37% as compared to the existing commercial product. Current interior wall technology uses 0.331 lb/ft versus 0.209 lb/ft with this new concept. The savings which result is 0.122 lb/ft. A copy of the calculations is Exhibit C.

Third, according to the 9/6/2007 edition of the American Metal Market, pricing on Galvanized Steel used to make this product is currently is \$39.00 per hundredweight or \$0.39/lb., A copy of the pricing is attached as Exhibit D.

If this design was incorporated into 100% of the available market, the annual market value through material savings alone would be \$133,000,000.00. Calculations are Exhibit E. These calculations do not include Exterior walls, Floors and Roofs, which per the inventor, are also potential uses of this patent [application].

See the Roost declaration.

As such, substantial evidence of non-obviousness exists relating to commercial success and unexpected advantages of Appellant's invention. Appellant respectfully requests reconsideration and withdrawal of this rejection.

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### **CONCLUSION**

The rejection of all claims should be reversed for the reasons given above. The Commissioner is authorized to charge \$255 to the Deposit Account 19-4293 for the appeal brief fee. Should any further fees be required, please charge Deposit Account 19-4293.

Respectfully submitted,

Date: 6-30-08

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### (viii) Claims Appendix

1. A metal framing member comprising: a formed metal sheet having a length and including a web region including a plurality of expanded web slots including voids and metal web elements and extending along a portion of the length, wherein the region includes a plurality of reinforcements proximate to the web slots and confined to the web elements and exclusive to the web voids, each expanded web slot has a length to width ratio of 2:1 or greater, and the ratio of the distance between adjacent slots prior to expansion to a width of the formed metal sheet prior to expansion is 1:8 or greater.

### 2. (Canceled)

- 3. The member of claim 1, wherein the formed metal sheet includes a web region and a first flange extending from the web region.
- 4. The member of claim 3, wherein the formed metal sheet further includes a second flange extending from the web region in a direction substantially parallel to the first flange.
- 5. The member of claim 3, wherein the web region includes the expanded web slots.
- 6. The member of claim 3, wherein the first flange includes the expanded web slots.
- 7. The member of claim 3, wherein each of the web region and the first flange includes the expanded web slots.

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8. The member of claim 5, wherein each of the web region, the first flange and the second flange includes the expanded web slots.

9. The member of claim 4, wherein the formed metal sheet further includes a closing region extending the first flange to the second flange to form a substantially tubular structure.

- 10. The member of claim 9, wherein each of the web region, the first flange, the second flange and the closing region includes the expanded web slots.
- 11. The member of claim 1, wherein each web slot extends along a portion of a length of the member.
- 12. The member of claim 1, wherein the plurality of web slots is arranged in offset columns substantially parallel to a length of the member.
- 13. The member of claim 1, wherein the plurality of web slots form three or more columns of slots along the length of the member.
- 14. The member of claim 13, wherein the plurality of web slots form five or more columns of slots along the length of the member.
- 15. The member of claim 1, further comprising additional reinforcements in the web elements.

16-26. (Canceled)

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27. A method of manufacturing a framing member comprising: providing a formed metal sheet having a length and a web region; placing a plurality of slots along a portion of the length in the web region such that the ratio of the distance between adjacent slots prior to expansion to a width of the formed metal sheet prior to expansion is 1:8 or greater; placing reinforcements proximate to the slots confined to the web elements and exclusive to the web voids; and expanding the slots of the web region to form expanded slots having a web element and a web void, each expanded web slot having a length to width ratio of about 2:1 or greater.

- 28. The method of claim 27, wherein providing the formed metal sheet includes roll forming a metal sheet.
- 29. The method of claim 27, wherein placing the plurality of slots includes piercing slots into the region.
- 30. The method of claim 27, wherein placing the plurality of slots includes stamping the slots into the region.
- 31. (Canceled)
- 32. The method of claim 27, wherein expanding the slots includes passing the formed metal sheet over a tapered block.
- 33. The method of claim 27, wherein expanding the slots includes mechanically moving sides of the region apart.

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34. The method of claim 27, wherein the reinforcements are placed proximate to the slots before expanding the slots.

35. (Canceled)

- 36. The method of claim 27, wherein the formed metal sheet includes a first flange extending from the web region and a second flange extending from the web region in a direction substantially parallel to the first flange.
- 37. The method of claim 27, further comprising placing a plurality of slots along a portion of the length in each of the first flange and the second flange.
- 38. The method of claim 37, further comprising expanding the slots of the first flange and the second flange.
- 39. The method of claim 36, wherein the formed metal sheet further includes a closing region extending the first flange to the second flange to form a substantially tubular structure.
- 40. The method of claim 27, wherein placing the plurality of slots includes arranging the slots in offset columns substantially parallel to a length of the member.
- 41. The method of claim 27, further comprising heat treating the member after expanding the slots.
- 42. A method of building a structure comprising: placing an expanded framing member in a portion of the structure, the expanded framing structure including a

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plurality of expanded web slots forming a plurality of web elements and a plurality of voids in a region of the framing member, wherein the region includes a plurality of reinforcements proximate to the web slots and confined to the web elements and exclusive to the web voids, and each expanded web slot has a length to width ratio of 2:1 or greater and the ratio of the distance between adjacent slots prior to expansion to a width of the formed metal sheet prior to expansion is 1:8 or greater.

- 43. The method of claim 42, further comprising installing wiring, plumbing or a heating duct through at least one void of the member.
- 44. The member of claim 1, wherein the reinforcements include a strengthening flange.
- 45-48. (Canceled)
- 49. The method of claim 27, wherein the reinforcements are placed proximate to the slots after expanding the slots.
- 50. The method of claim 27, wherein the reinforcements include a strengthening flange.
- 51. The method of claim 42, wherein the reinforcements include a strengthening flange.
- 52. (Canceled)

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53. A method of manufacturing a framing member comprising: providing a formed metal sheet having a length and a web region; placing a plurality of slots along a portion of the length in the web region such that the ratio of the distance between adjacent slots prior to expansion to a width of the formed metal sheet prior to expansion is 1:8 or greater; expanding the slots of the web region to form expanded slots having a web element and a web void, each expanded web slot having a length to width ratio of about 2:1 or greater; and heat treating the member.

- 54. A metal framing member comprising: a formed metal sheet including a plurality of expanded web slots in a region of the formed metal sheet, wherein the expanded web slots are heat treated, each expanded web slot having a length to width ratio of 2:1 or greater, and the ratio of the distance between adjacent slots prior to expansion to a width of the formed metal sheet prior to expansion is 1:8 or greater.
- 55. The member of claim 1, wherein the reinforcements include a dart or dimple.
- 56. The method of claim 27, wherein the reinforcements include a dart or dimple.
- 57. The method of claim 42, wherein the reinforcements include a dart or dimple.
- 58. The method of claim 27, wherein the reinforcements are placed prior to placing the slot.
- 59. (Canceled)

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### (ix) **Evidence Appendix**

A copy of the declaration under 37 CFR § 1.132 from Roger A. LaBoube filed on September 8, 2007 and relied upon by Appellant in the appeal is attached.

A copy of the declaration under 37 CFR § 1.132 from Francis J. Roost filed on September 8, 2007 and relied upon by Appellant in the appeal is attached.

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### (x) Related proceedings Appendix

None.





IN THE UNITED STATES PATENT AND TRADEMARK OFFICE

Applicant: Jeffrey A. Anderson Art Unit: 3635

Serial No.: 10/633,694 Examiner: Jeanette E. Chapman

Filed : August 5, 2003

Title : METAL FRAMING MEMBER AND METHOD OF MANUFACTURE

Commissioner for Patents P.O. Box 1450 Alexandria, VA 22313-1450

### **DECLARATION OF ROGER A. LABOUBE UNDER 37 C.F.R. §1.132**

I, Roger A. LaBoube, declare:

- 1. I am a Professor in the Department of Civil Engineering at the University of Missouri-Rolla. I have a BS, MS and PhD in Civil Engineering. I have been professionally involved with the cold-formed steel industry for over 25 years. I have authored multiple publications that serve to support the development of industry design standards for the application of cold-formed steel products in Commercial and Residential Buildings.
- 2. I have reviewed the metal framing member concept as presented in Provisional Application No. 60/588,798 filed on July 19, 2004 and as presented in U.S. Application Serial No. 10/633,694, also published as US 2004-0093822 A1, which claims priority to that provisional application.
- 3. I have reviewed the metal framing member concept to be used in wall stud applications. This concept is innovative in that it incorporates the structural features required of a wall stud application. Importantly the metal framing member design concept incorporates a highly efficient use of materials, thus the high strength to weight ratio should be realized.
- 4. In addition to providing an efficient load bearing wall stud, the web profile should realize significant energy efficiency. Further, the use of galvanized sheet steel is

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an appropriate material selection. The sheet steel provides excellent strength and the galvanized coating will ensure long term durability.

5. All statements made herein of my knowledge are true and that all statements made on information and belief are believed to be true; and further these statements were made with the knowledge that willful false statements and the like so made are punishable by fine or imprisonment, or both, under Section 1001 of Title 18 of the United States Code and that such willful false statements may jeopardize the validity of the application or any patents issued thereon.

Date: 9/25/07

Attorney's Docket No.: 14917.0002

### IN THE UNITED STATES PATENT AND TRADEMARK OFFICE

Applicant: Jeffrey A. Anderson

Examiner : Jeanette E. Chapman

Art Unit : 3635

Filed: August 5, 2003

Serial No. : 10/633.694

Title

: METAL FRAMING MEMBER AND METHOD OF MANUFACTURE

Commissioner for Patents P.O. Box 1450 Alexandria, VA 22313-1450

### DECLARATION OF FRANCIS J. ROOST UNDER 37 C.F.R. §1.132

I, Francis J. Roost declare:

- 1. I am a retired (unlicensed) Certified Public Accountant (CPA). I have been asked to comment on the potential commercial value of the design as presented by the Provisional Application No. 60/588,798 filed on July 19, 2004 which is also presented in U.S. Application Serial No. 10/633,694, also published as US 2004-0093822 A1, which claims priority to that provisional application.
- 2. First, based on a 2002 study (best available) for non-residential construction, interior walls, published by the Steel Framing Alliance, there are 2.8 billion lineal feet of product made annually, that could be affected. A copy of the study is attached as Exhibit A. See page 13. The Reported Tonnage of product have been converted to lineal feet in exhibit B.

Second, the design concept described in the above-mentioned provisional and utility applications reduces usage of material by 37% as compared to the existing commercial product. Current interior wall technology uses 0.331 lb/ft versus 0.209 lb/ft with this new concept. The savings which result is 0.122 lb/ft. A copy of the calculations is Exhibit C

Third, according to the 9/6/2007 edition of the American Metal Market, pricing on Galvanized Steel used to make this product is currently is \$39,00 per hundredweight or \$0.394b.. A copy of the pricing is attached as Exhibit D.

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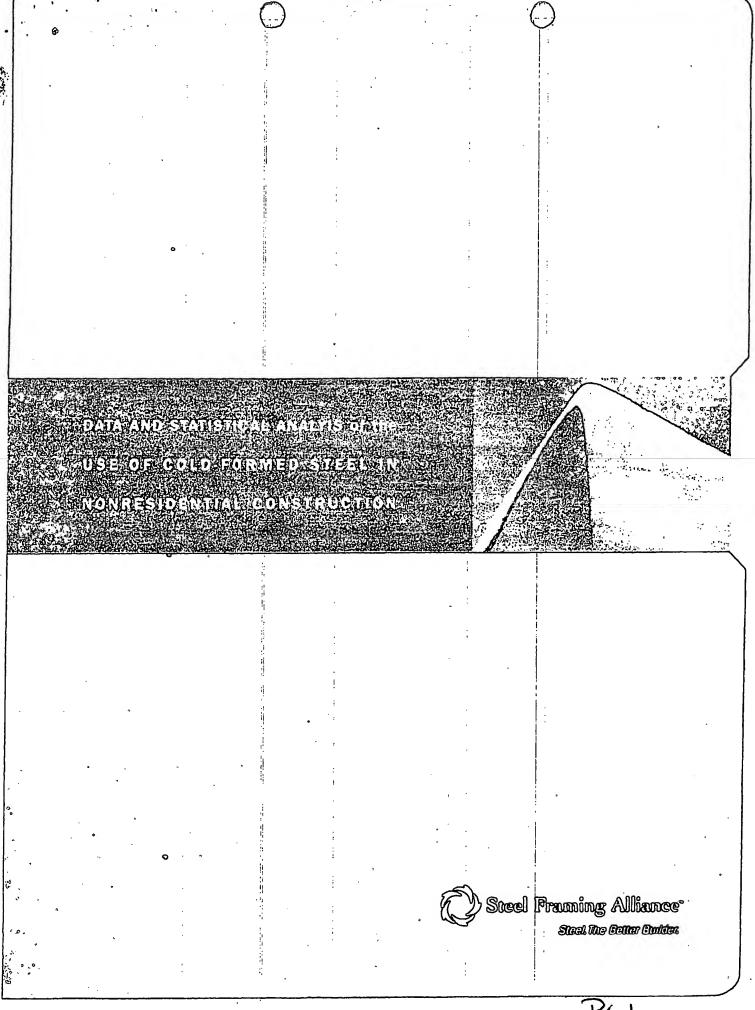
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Attorne Docket No.: 14917,0002

- 3. If this design was incorporated into 100% of the available market, the annual market value through material savings alone would be \$133,000,000,00. Calculations are Exhibit E. These calculations do not include Exterior walls, Floors and Roofs, which per the inventor, are also potential uses of this patent
- 4. All statements made herein of my knowledge are true and that all statements made on information and belief are believed to be true; and further these statements were made with the knowledge that willful false statements and the like so made are punishable by fine or imprisonment, or both, under Section 1001 of Title 18 of the United States Code and that such willful false statements may jeopardize the validity of the application or any patents issued thereon.

Date: 15.7007

### **EXHIBIT A**



P41

SXHIBIT A

teel framing, a concept introduced in the 1920s and 1930s, in now a common sight in commercial, institutional, and Industrial projects around the world. A variety of factors in the market place, including heightened requirements for non-combustible assemblies, environmental advantages, and design flexibility, promise to increase the specification and use of steel framing. This growth is destined to continue as other critical elements fall into place, including the establishment and proliferation of codes and standards, introduction of new tools and construction techniques, maturation of the truss and components industry, and an expanding ranks of knowledgeable and experienced framers and engineers.

As the use of steel framing has grown, so has the need to assess where that growth is taking place so that manufacturers, suppliers, and builders can better align themselves to meet current needs. The purpose of this study was to develop a statistical analysis of the nonresidential steel framing market and the industry's current participation in a broad spectrum of applications and categories of structures. Through this report, it is our intention that the user will gain a better, more precise understanding of where steel framing currently enjoys significant market share, and where there are opportunities for growth.



### **Collection of Data**

This report was developed by a team of individuals representing a broad range of disciplines within the steel framing industry, including builders, component and panel fabricators, steel producers, and stud manufacturers. Data was collected from a variety of sources, including F.W. Dodge, R.S. Means, the Steel Stud Manufacturers Association, (SSMA), and FMI.

The data from F.W. Dodge provided the number of units and total square footage constructed for various nonresidential market segments, which included Stores and Food Service, Warehouses, Office and Bank Buildings, Hotels & Motels, Garages & Service Stations, Manufacturing Plants, Laboratories, Schools & Colleges, Libraries & Museums, Dormitories, Hospital & Health Treatment, Public Buildings, Religious, Amusement, Apartments/Assisted Living, and Miscellaneous. The data from R.S. Means provided typical building characteristics for each market segment, which included the number of stories, wall height and gross floor area. Additional characteristics for the representative buildings were derived, including the footprint area, length and width.

For each component (i.e., exterior walls, interior walls, floors and roofs) and for each representative building, typical framing designs were established and material intensities (lbs/sf) determined. These material intensities were multiplied by the square footage of construction from F.W. Dodge to compute the market opportunity (tons) for each market segment.

Overall market share was computed by dividing industry shipments (tons) by the market opportunity. Industry shipments were as reported by SSMA with an adjustment for estimated non-SSMA member shipments. Market share for interior walls was determined by considering only the industry shipments of 18, 27 and 30-mil thickness material. Market share for exterior walls was determined from an extensive survey that had been conducted in 1997 by FMI for the American Iron & Steel Institute (AISI). Market share for floor and roof framing represented the balance of industry shipments, excluding walls, divided by the market opportunity for these components.

### **Total Market Opportunity**

In defining the potential market demand for cold-formed steel framing, the entire area within a structure where framing members could be used was totaled and translated into tons using the method as described above. Not included in this calculation were areas within specific types of structures that typically would not be available to steel framing. For example, only elevated floor area was considered in determining the floor framing opportunity, as it is not envisioned that cold-formed steel would replace slab-on-grade construction.

If steel framing were used in all the available nonresidential applications, it would require shipments of 4,464,258 tons per year. By far, the largest segment would be Apartment/ Assisted Living at 1,055,193 tons as these are typically multi-story structures with many interior walls, and large roof systems. Warehouses, Stores/Food Service, Office/Bank Buildings, and Schools/Colleges would also consume significant volumes of steel studs.

Roofs are the area within the structure where there is the greatest potential demand for steel studs at 1,432,569 tons per year. The Warehouses segment represents the largest possible demand at 317,635 tons per year, followed by Stores/Foodservice at 207,406 tons per year.

The second largest potential application for steel framing is Exterior Walls at 1,267,953 tons per year. Apartments/Assisted Living category represents the largest possible demand at 185,350 tons per year. Other Dodge categories with the largest potential demand include Stores/Food Service, Warehouses, and Garages/Service Stations that typically are designed as large perimeters with few interior partitions.

At 1,224,291 tons per year, the Interior Walls segment represents nearly as much potential as Exterior Walls. Again, the Apartments/Assisted Living category is the largest by far at 495,385 tons per year. Office/Bank Buildings, another category typified by many interior spaces, is second largest at 228,205 tons per year.

Not surprisingly, Floors is the nonresidential segment with the smallest potential demand for steel framing materials at 540,445 tons per year. This relatively small potential is due to the fact that nearly half of Dodge structural categories typically utilize slab-on-grade construction.



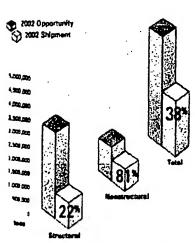
### **Current Market Share**

The estimated size of the current (2002) market for nonresidential steel framing is determined by applying a rationalized percentage (see section I.) to the total market opportunity described (Section II).

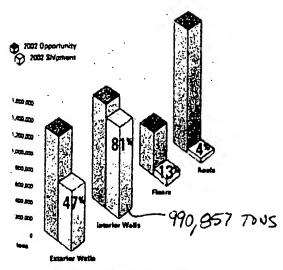
Using this method, the total amount of steel framing shipped to all nonresidential segments was 1,716,911 tons in 2002. Of the four main applications, it is not surprising that Interior Walls represents the largest single destination for steel stude at 990,857 tons in 2002. This is estimated to represent 81.4 percent share of the available market. Using the FMI study (Section I), Exterior Walls had obtained 47 percent share of the available market. Floors and Roofs are shown to have captured a very small portion of the available market at 13 percent and 4 percent, respectively.

Market Share by Product - 2002

Market Share by Application - 2002



Nonresidential Steel Framing Market



Nonresidential Steel Framing Market

### Segments of Opportunity

This study provides the reader with a starting point for developing a better understanding of "opportunity", which could be defined as the difference between actual and potential participation.

A partial analysis might show the following:

### **Warehouses**

**Current Participation** 

Total Opportunity	517,565 tons
Current Participation	97,933 tons
	419,832 tons Opportunity for Growth
Schools / Colleges	
Total Opportunity	465.826 tons
Current Participation	120,383 tons
	345,443 tons Opportunity for Growth
Dormitories	
Total Opportunity	61,786 tons

Other considerations could also include those factors that may weigh in favor of the use of steel framing, such as increasing requirements for non-combustible construction, and economic conditions that may stimulate or restrain types of structures within the nonresidential construction industry. Those considerations are beyond the scope of this document.

30.272 tons

31,514 tons Opportunity for Growth

## Market Data and Building Characteristics

	FWDodge Market Data	ata			Tymoral	1		:			
- 1	Means Class	1,000 SF	No. of Unite	And Cr		Summer	Characte	Section of the section of the second of the section	RS E	Batts	
1 Stores and Food Service	Restaurent, Fast Front				Somes	Scores Wall Height	Gross SF	Footprint	Width	Width Length	LF Wall
Store, Convenience					н	10	4000	0007	53	55	257
Average	<b>3</b>	6				23	4000	4000	23	75	257
2 Warehouses	Whenthering	508.757	20,449	12.366	7	#	4000	4000	ß	75	757
3 Office and Bank Buildings	Office 24 Store	195.819	6,617	29,593		24	30000	30000	145	902	703
Bank	Apr 17 '2011				က	77	20000	1989	69	97	985
Average	£	150 450			=	44	4100	4100	54	92	560
4 Hotels & Motels	Motel, 2-3 Story	20,00	73,100	6.513	2	13	12050	5383	61	87	627
5 Garages & Service Stations	Garage, Repair	29.390	1,121	35.144	6	6	49000	16333	107	152	1557
Garage, Service Station					<b>ન</b>	14	10000	10000	2	119	406
AMPTERS	g	,			<b>ન</b>	21	1400	1400	31	2	152
6 Manufacturing Dans		156,915	4,887	32,109	#	13	5700	5700	a		
- 1	Factory	52,180	1.972	28.460	-	8	1	3	8	78	279
- 1	Medical Office, 1 Story	16.061	728	23,000	.	3	3	30000	145	90	703
8 Schools & Colleges		227.850	11 757	75,062	1	10	7000	7000	0,	8	340
9 Libraries & Museums	Library	12 881	16/77	19.380	2	21	110000	55000	197	279	1905
10 Dormitorles	Apartment, 1-3 Story	23.034	797.7	10.898	~	- 14	22000	11000	88	125	852
11 Hospital & Health Treatment	Medical Office, 2 Story	210,01	12)	31.999	6	10	22500	7500	23	103	1055
12 Public Buildings	Town Hall, 23 Story	95.55	084'/	12,909	7	10	7000	3500	8	2	480
13 Religious	Church	20.301	2,627	13,917	9	12	18000	9009	65	92	944
14 Amusement	Movie Theatre	20.140	4,543	11,258	-	24	17000	17000	110	155	529
15 Apartments/Assisted Living	Apartment 1-3 Story	70.032	6,905	10,145	-	20	12000	12000	92	130	445
16 Misc.	Average	394,011	29,401	13,401	9	10	22500	7500	73	103	1055
fotals	9	77.071	1.870	13,170	7	14	24583	13657	88		689
		1.800.451	125,360	14,362							

Assumptions

Means building models are similar to Dodge classifications.
Widths and lengths are assumed values based on rectangular shaped buildings.
If of Wall is building perimeter

2.68 3.33

133.76

600S16243 6005162-54

1.52 1.89

600S162-54

166.32

### **Exterior Walls**

fore of steel in each Dodge Classification based on 100% steel externor walls.

v

	Dorder Comment		! .				Stee	Steel in Wall		
	coage segment	Means Class	Stories	Wall Height	C Way	3505162.43	6006462 42			
	Stores and Food Service	Restaurant Fact Food	-			2	0003102-43	6005162-54	Total (LBS)	Total (Tons)
			4	9	257	5.153	0	0		
		Store, Convenience	<b>ન</b>	77	257	6,184	0	c		
- 1	Average	ų.	<b>-</b> -1	11	257	9 5	•	•		
	Warehouses	Warehouse	-	27		8857	o	0	5,668	2.83
9	Office and Bank Buildings	Office 24 Care	•	47	703	0	0	56.153	56,153	28.08
		Omes. 2-4 subty	m	ជ	995	0	31,933	0		
		Bank	=	14	92	c		, ,		
- [	Average	92.	8	13	763		> !	12.109		
	Hotels & Moteis	Motel, 2-3 Straw		:   ,		5	15,967	6,055	22.021	11.01
2	Garages & Service Contras	0	,	6	1,557	0	37,487	Ó	37.487	18.74
	255	Carage. Repair	-4	14	406	0	0	18 912		
		Garage, Service Station	-	12	152	0	4.878			
- 1	Average		-	13	279	c	7 430	<b>.</b>		
- 1	Marufacturing Plants	Factory	-	۶	702	,	4,439	9.436	11.895	5.95
	Laboratories	Medical Office 1 Son	-		3	0	0	46.794	46,794	23.40
	Schools & Colleges		•	OT	95	6.817	0	0	6.817	3.41
1	Librarios & Missims	The second of th	7	12	1.905	0	61.147	0	61 147	20.67
- 1	Simple more and a second	Ubrary	~	14	852	c	•			30.57
- 1	10 Dormitories	Apartment, 1-3 Story	6	101	1 068			39.670	39,670	19.83
	11 Hospital & Health Treatment	Medical Office 2 Story	,		7,033	21.169	0	0	21.169	10.58
	12 Public Buildings	Town Hall 2.3 Gan.	. .	21	8	9.641	0	0	9,641	4.82
E	Religious	William Caroning	2	77	944	0	30.294	0	30.294	16.12
- 1		Charce		24	529	0	O	470 04	10000	13.13
- 1	14 Amusement	Movie Theatre	1	8	445	c	,	1/7.24	42,271	21.14
-	15 Apartments/Assisted Living	Apartment, 1-3 Story	6	9		0	0	29.595	29,585	14.80
_	16 Misc.	Average	, ,	2	1.53	21.169	0	0	21,169	10.58
1			7	2	949	0	0	44,623	44,623	22.31
49   C	Stud properties Weight LB/LF	2	Wad p	Wad properties		Welgh of Wa	Weight of Wad Souther (199)			
, o			3508	350516243		1	100.32		Oner Wr (18/15/15/15)	- H
2 1	76.1		600S	600S16243			01		7.07	

Unit weignt (1" high, 1" long) is based on calculations using a section 8" height, 10" long, 16" o.c.

1.6 » the weight amptification factor to account for door/window openings, bracing, waste etc. Included in the above calculation.

 Means commercial construction examples are typical of Dodge classifications All exterior walls are steel framed

Assumptions

Three size studs are used to approximate tons of stoel.

LF of wall is used to determine amount of steel in example.

• 3505152-43 studs are used in walls 1.2 feet high or less

• 600S16243 studs are used for walls between 12 and 14 feet in height except for hotels and motels • 600S162-54 studs are used for walls over 14 feet high

### Interior Walls

Tons of steel in each Dodge Classification based on 100% steel interior walls

Dodge Segment	Means Class	Storles	Wall Height LF Wall	LF Wall	% Interior	% Interior LF Int. Well	3505125-30	35064 26 22	Steel in Wall	Wali	
1 Stores and Food Service	Restaurant, Fast Food		10	257	94	103	1	20077522	3505162-33	Total (LBS)	Total (Tons)
	Store, Convenience	-	12	257	4	103	1,102				
Average	984		11	257	04	103	1.010		£,		
2 Warehouses	Warehouse	1	24	703	25	176				1,010	0.51
3 Office and Bank Buildings	Office, 24 Story	.00	12	995	Ş	F 050			5,107	5,107	2.55
	Bank	' افتوستر	1 4	<u>3</u> . 8	} } }	130		70,904	0		
Average	986	7	j. IJ	. 627	325	2.039		7 . V	2.202	<b>.</b>	
4 Hotels & Motels	Motel, 2-3 Story	8	6	1,557	909	9.342		20,732	1.101	36,556	18.28
5 Garagas & Service Stations	Garage, Repair	1	14	406	25:	102		25.53		83,237	41.62
Garage, Service Station		-	12	152	25.	83		451	1./20	.	
Average	96	~	13	279	R	Ω.		306	گر د مهر		
6 Manufacturing Plants	Factory	1	8	703	25	176.		740	200	1.086	0.54
7 Laboratories	Medical Office, 1 Story		01	340	8	1,600	45 400		4,255	4,255	2.13
8 Schools & Colleges	School, Jr. High	2	10	1 805	\$	555	13,103			15.183	. SE.
9 Libraries & Museums	Library	,	: :	200	3 :	P.O.S		90.514		90.514	45,26
10 Dormitories	Apartment 1.3 Story	• •		709	8	426			7,215.	7,215	3.61
11 Hospital & Health Treatment	Medical Office 2 Start	2	3 3	1.055	909	6.330	56,578			56,578	28.29
12 Public Buildings	Town Half. 2-3 Story	, ,	3 5	3 3	8	2.402	21.472			21,472	10.74
13 Religious	Church	,   -	7 7		3	5.682		67.266		67,266	33.63
14 Amusement	Movie Prestos	٠,	44	RZ	8	265			7,688	7,688	3,84
15 Apartments/Assisted Living	Anartment 1.2 Com.	، ا	8	445	8	133			3,230	3.230	1.61
16 Misc.	American 1.3 Suny	1	2 :	1,055	8	6.330	56,578			56,578	28.29
	nga.	٠	14	686	250	2,373			40,580	40,580	20.29
Stud properties We	Weight LB/JF.			Well properties							
3505125-30	0.65		. 1	2000			MARKET OF PAR	weight of Wall Section (LBS)	3	Unit Wit (LB/LF/FT HT)	(i)

	0.89 0.99 0.21	0.C.
The state of the s	57.20 63.36 77.44	Unit witight (1 high, 1 long) is based on calculations using a section 8' height, 10' long, 16" o.c.
Wall properties	350\$125-30 50\$125-33 350\$162-33	Unit weight (1' high, 1' long) is besed (
Weight LB/JF	0.65 0.72 0.88	
Stud properties	350\$125-30 350\$125-33 350\$162-33	

Assumptions

1.25 = the weight amplification factor to account for door/vindow openings, bracing, waste etc. included in the above carculation. Means commercial construction examples are typical of Dodge classifications

· All interior walls are steel framed

nterior wall percentages vs. exterior wells are assumed based on type of building.

Three size studs are used to approximate tons of steal.

· LF of wall is used to determine amount of steel in example.

350S125:30 studs are used in walls mostly 12 feet high or less

350S125-33 studs are used for walls typically between 12 and 14 feet in height except for certain cases where thicker drywall studs are assumed. 350S162-33 studs are used for walls over 14 feet high

00	1	2	7
0	ı	Č	5
		Ę	2

Tons of steel in each Dodge Classification based on 100% steel floors

									Steel in Floor	è		
_	Dodge Segment	Means Class	Stories	Total SF	Footprint	Width	Length	8005200-43	10005200-43	1000\$200-54	Total (LBS)	Total (Tons)
	Stores and Food Service	Restaurant, Fast Food	1	4,000	4.000	53	75	0			0	0.00
•	Store. Convenience		<b>,</b>	4.000	4,000	53	75	0			0	00.0
-	Average		-	4.000	4.000	53	75	0			0	0.00
- 1	Warehouses	Warehouse	1	30.000	30,000	145	206	0		·	0	0.00
6	Office and Bank Buildings	Office, 2-4 Story	3	20.000	6,667	66	97				0	0.00
		Bank	-	4.100	4.100	R	76	0			0	0.00
	Average		2	12,050	5.383	61	87		9.650		9.650	4.82
4	Hotels & Motels	Motel, 2-3 Story	3	49,000	16,333	107	152			72.425	72.425	36.21
2	Garages & Service Stations	Garage, Repair	1	10.000	10,000	2	119	0			0	0.00
		Garage, Service Station	-1	1.400	1,400	31	45	0			0	0.00
	Average		1	5.700	5,700	28	85	0			0	0.00
9	Manufacturing Plants	Factory	1	30.000	30.000	145	506	0			0	00.00
~	Laboratories	Medical Office, 1 Story	1	7.000	7,000	2	100	0			0	0.00
	Schools & Colleges	School, Jr. High	7	110,000	55,000	197	279			120,135	120.135	60.07
6	Libraries & Museums	Ubrary	2	22.000	11,000	8	125		19,666		19,666	9.83
2	10 Domitories	Apartment, 1-3 Story	3	22,500	7,500	55	103		27.040		27,040	13.52
=	11 Hospital & Meatth Treatment	Medical Office, 2 Story	2	7.000	3,500	ሜ	70	5,575			5,575	2.79
2	Public Buildings	Town Hall, 2-3 Story	ო	18.000	6.000	65	92		21,753		21.753	10.88
13	Religious	Church	1	17.000	17,000	110	155	0			0	00.00
2	Amusement	Movie Theatre	7	12.000	12,000	92	130	0			0	0.00
51	15 Apartments/Assisted Living	Apartment, 1-3 Story	3	22.500	7.500	52	103		27,040		27,040	13.52
16	Misc.	Average	7	24,583	13,657	86	139		19,455		19.455	9.73

Weight LB/JF	1.98	2.29	2.86
John properties	8005200-43	1000\$20043	10005200-54

- Means commercial construction examples are typical of Dodge classifications Assumptions
  - All floor joists are steel framed
- · Three joist sizes are used to approximate tons of steet.
- Width and length of building are used to determine amount of steel in each example.
  - 8005200-43 joists are assumed in buildings with 50 foot widths or less
     10005200-43 joists are assumed for buildings with 50-100 foot widths.

    - 1000S200-54 joists are assumed for buildings wider than 100 feet.

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		١		
ı	ı			•

Dodge Segment	Means Class	Stories	Total SF	Footprint	Width	Length	4005162-33	400516243	600S162-54 Total (LBS) Total (Tons)1	Total (LBS)	Total (Tons)1
1 Stores and Food Service	Restaurant, Fast Food	1	4,000	4.000	53	75					
	Store, Convenience	ન	4.000	4.000	53	75					
Avcrage	9,5	-	4,000	4.000	53	75	6,562			6.562	3.28
2 Warehouses	Warehouse	9-4	30,000	30.000	145	206			97,325	97.325	48.66
3 Office and Bank Buildings	Office, 24 Story	ю	20,000	6,667	69	97		13.995			
	Bank	prd.	4.100	4,100	8	92	6,724				
Average	æe.	2	12.050	5,383	61	87		10,360		10,360	5.18
4 Hotels & Motels	Motel, 2-3 Story	3	49,000	16.333	107	152			53.169	53,169	26.58
5 Garages & Service Stations	Garage. Repair		10.000	10,000	2	119		20.916			
	Garage. Service Station	n 1	1,400	1.400	31	45	2,338				
Average	æ	-4	5.700	5.700	88	82		11,627		11,627	5.81
6 Manufacturing Plants	Factory	1	30,000	30,000	145	206			97.325	97.325	48.66
7 Laboratories	Medical Office, 1 Story	, 1	7.000	7.000	2	8		14.688		14,688	7.34
8 Schools & Colleges	School, Jr. High	2	110.000	55,000	197	279			177,981	177,981	88.99
9 Libranes & Museums	Library	2	22.000	11,000	88	125		22.989		22,989	11.49
10 Dormitories	Apertment, 1-3 Story	3	22.500	7.500	73	103		15,727		15,727	7.86
11 Hospital & Health Treatment	ant Medical Office, 2 Story	, 2	7.000	3,500	S	70	5,752			5.752	2.88
12 Public Buildings	Town Hall, 2-3 Story	Э	18.000	6,000	65	92		12,610		12,610	6.30
13 Religious	Church	1	17,000	17,000	110	155			55,325	55,325	27.66
14 Amusement	Movie Theatre	1	12,000	12,000	92	130		25.063		25.063	12.53
- 1	1g Apartment, 1-3 Story	m	22.500	7.500	73	103		15.727		15,727	7.86
16 Misc.	Average	2	24.583	13,657	86	139		28,497		28,497	14.25
Truss Catud properties	Welgn LB/LF	Truss Profiles	8	Welght	Weight/LF Truss						
4005162-33	0.94	4005162-33	13	3.196		1					
4005162-43	1.21	400516243	g	4.114							
6005162.54	0	00000									

1.89 600S162-54

6.426

6005162-54

Assuming a 20 foot truss, 4:12 pitch

Means commercial construction examples are typical of Dodge classifications

Assumptions

All roofs are steel framed

A standard 4:12 roof truss is assumed in all cases for simplicity

Three size studs are used to approximate tons of steel.
Width and length of building is used to determine amount of steel in example.
4005162-33 studs are used in buildings up to 60 feet wide
4005162-43 studs are used for buildings between 60 and 100 feet wide
6005162-54 studs are used for buildings over 100 feet wide.

### Tons of Steel in One Building for Each Dodge Classification

Tons of Steel in Each Dodge Classification Using

No. of Units From 2002 Data

- 1	Dodge Segment En	terior Walls	Exterior Walls Interior Walls Floors		Roofs	Dodge Segment 6	Exterior Walls	Exterior Walls Interior Walls	Floors	Roofs	Totals
	Stores and Food Service	2.83	0.51	0.00	3.28	1 Stores and Food Service	179.171	31,925	0	207.406	418,501
~	Warehouses	28.08	2.55	0.00	48.66	2 Warehouses	183,264	16,666	0	317.635	517,565
m	Office and Bank Buildings	11.01	18.28	4.82	5.18	3 Office and Bank Buildings	137,480	228.205	60.245	64,676	490,605
4	Hotels & Motels	18.74	41.62	36.21	26.58	4 Hotels & Motels	15.070	33,461	29.115	21,374	99.020
S.	Garages & Service Stations	5.95	0.54	800	5.81	5 Garages & Service Stations	163,725	14,942	0	160.034	338.702
9	Manufacturing Plants	23.40	2.13	800	48.66	6 Manufacturing Plants	40,695	3,701	0	84.640	129.037
7	Laboratones	3.41	7.59	0.0	7.34	7 Laboratories	7.821	17,418	0	16.850	42,089
œ	Schools & Colleges	30.57	45.26	60.07	88.99	8 Schools & Colleges	63,329	93,744	124,422	184.332	465,826
6	Libraries & Museums	19.83	3.61	9.83	11.49	9 Libraries & Museums	11.613	2,112	5.757	6,730	26,213
7	10 Domitories	10.58	28.29	13.52	7.86	10 Dormtories	10,853	29,007	13.863	8,063	81.786
~	11 Hospital & Health Treatment	4.82	10.74	2.79	2.88	11 Hospital & Health Treatment	66,492	148,094	38.449	39.670	292.706
	12 Public Buildings	15.15	33.63	10.88	6.30	12 Public Buildings	30.766	68,314	22.092	12,806	133,978
-	13 Religious	21.14	3.84	0.00	27.66	1.3 Religious	63.587	11,565	0	83,225	158.377
	14 Amusement	14.80	191	0.00	12.53	14 Amusement	86,384	9,427	0	73,153	168,964
	15 Apartments/Assisted Living	10.58	28.29	13.52	7.86	15 Apartments/Assisted Living	185,350	495,385	236,757	137,701	1.055,193
-	16 Misc.	22.31	20.29	9.73	14.25	16 MISC.	22,351	20,326	9.745	14,274	969.99
						Totals	1.267,953	1.224.291	540,445	1,432,569	4.465,258

## Market Share Factors (Realistic Percentage of Buildings that used LGS in 2002)

8	Dodge Segment Ex	Exterior Walls	Interior Walls	Floors	Roofs	Totals	
н	Stores and Food Service	45%	81%	É	86	29%	1 4
7	Warehouses	46%	81%	క	Š	19%	• • •
က	Office and Bank Buildings	47%	81%	10%	88	53%	117
4	Hotels & Motets	39%	81%	10%	%8 8	38%	
2	Garages & Service Stations	45%	81%	క	10%	30%	, ,,
9	Manufacturing Plants	62%	81%	క	క	22%	
7	Laboratones	%O5	81%	క	8	45%	
æ	Schools & Colleges	33%	81%	801	4%	26%	
6	Libraries & Museums	30S	81%	క	Ř	862	
9	Dormitorles	39%	81%	15%	8	49%	
=	Hospital & Health Treatment	44%	81%	10%	4%	53%	
7	Public Bulldings	49%	81%	ğ	క	53%	,
13	Religious	43%	81%	Š	Š	23%	,
14	Amusement	49%	81%	10%	క	30%	
15	Apartments/Assisted Living	50%	81%	18%	10%	52%	
16	Misc.	49%	81%	10%	*	43%	
	Totals	47%	81%	13%	84	38%	

## Market (2002) in Tons After Applying Factors

						*	_											_
		ı	ı	1	ı					1	1	1	ı	ı	1	,	)	i
Totals	123.057	97.933	260,507	37.580	101,773	28.226	19.019	120,383	7,651	30.272	154,546	70,364	36,703	49,957	549.992	28,948	1.716.911	
Roofs	16,592	0	5,174	1.710	16.003	0	1.011	7.373	135	484	1.587	0	0	0	13,770	571	64,410	
Floors	0	0	6,024	2,911	0	0	0	12,442	0	2.079	3,845	0	0	0	42.616	974	70,893	
Interior Walls	25,838	13,488	184,693	27,081	12,093	2.995	14,097	75,870	1,709	23,476	119,857	55,288	9,360	7.629	400,930	16.450	990,857	V
<b>Exterior Walls</b>	80,627	84,445	64.616	5,877	73,676	25,231	3.910	24,698	5.807	4,233	29.256	15,076	27,343	42,328	92.675	10.952	590,750	
Dodge Segment	Stores and Food Service	Warehouses	Office and Bank Buildings	Hotels & Motels	Garages & Service Stations	Manufacturing Plants	Laboratories	Schools & Colleges	Libraries & Museums	Dormitories	Hospital & Health Treatment	Public Buildings	Religious	Amusement	Apartments/Assisted Living	Misc.	Totals	
ŏ	-	10	m	4	ഹ	اوا	~	80	6	9	11	21	13	14	13	16		
Totals	29%	19%	53%	38%	30%	22%	45%	26%	29%	49%	53%	53%	23%	30%	52%	43%	38%	
Roofs	<b>%</b>	ž	8%	88	10%	క	8	4%	ĸ	<b>%</b>	4%	క	క	క	10%	4%	4%	
	86	දි	10%	10%	රි	క	ප්	851	8	15%	10%	ğ	ğ	10%	18%	10%	13%	
Walls Interior Walls Floors	81%	81%	81%	81%	81%	81%	81%	81%	81%	81%	81%	81%	81%	81%	81%	81%	81%	
Walls	<b>8</b> ₹	×	æ	8	×2	*	×	*	28	×	×2	ž	*	ž	*	*	<b>2</b> 8	

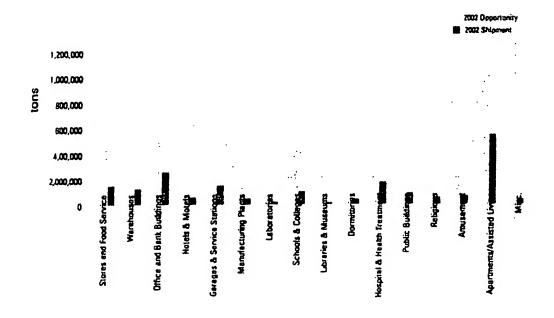
# Value of Steel Sheet Using Factored Ton Numbers Immediately Above

			\$23.5/CWT	Ø.	(AMM December 2002)						
-	Dodge Segment		Exterior Walls		Interfor Walls	٠, ٠	Roors	٠.	Roofs	:	Totals
-	Stores and Food Service	\$	37,894,589	•	12.143.653	•		5	7.798.463	~	57.836.705
~	Warehouses	\$	39,689,266	\$	6,339,467	8		~		*	46.028.732
6	Office and Bank Buildings	s	30,369,371	s	86,805.714	~	2,831.504	~	2.431.806	•	\$ 122,438,398
4	Hotels & Motels	•	2.762,319	8	12,728,158	~	1,368,390	8	803,658	49	17,662,526
2	5 Ganages & Service Stations	•	34.627.910	•	5,683,719	•		•	7,521,608	~	47.833.237
9	Manufacturing Plants	\$	11.858,653	•	1,407,734	•		\$		5	13,266,387
~	Laboratories	\$	1,837,836	•	6,625,696	•		•	475,182	8	8.938,715
8	Schools & Colleges	•	11,608,218	•	35,658.742	•	5,847,836	~	3,465,434	8	56,580,229
6	Libraries & Museums	\$	2,729,113	•	803,449	5		\$	63,263	•	3,595,826
2	10 Dormttories	•9	1,989,361	•	11,033,797	~	977,351	8	227,375	8	14,227,884
=	11 Hospital & Health Treatment	Ġ	13,750,554	•	56,332.911	•	1,807,121	\$	745,802	"	72,638,388
7	12 Public Buildings	•	7,085,521	S	25,985,557	•		\$		5	33.071,078
E3	13 Religious	•	12,851.006	•	4,399,220	n		•		8	17.250,227
7	14 Amusement	•	19,894,188	•	3,585,820	0		5		~	23.480,008
15	15 Apartments/Assisted Living	\$	43,557,305	•	188,437,318	5	20.029.670	\$	6,471,924	"	\$ 258,496,218
16	16 Misc.	\$	5,147,493	•	7,731.731	s	458,002	\$	268,349	~	13,605,575
	Totals	•	\$ 277,652,705	•	465,702,686	S	33,319,875	8	30,272,865	8	\$ 806,948,130
							The second secon				



	Structural	Non-Structural	Total
Opportunity - 2002	3,240,967	1,224,291	4,465,258
SSMA Shipments - 2002	621,500	820.000	1,441,500
SSMA Estimated Share - 2002	75.0%	75.0%	75.0%
Industry Shipments - 2002	828,667	1,093,333	1,922,000
Residential Market - 2002	102,613	102,477	205,090
Nonresidential Market · 2002	726,053	990,857	1,716.910
Market - 2002 (from above)	726,054	990,857	1,716,911
Marketshare - 2002	22.40%	80.93%	38.45%

### **Nonresidential Steel Framing Market**



### **EXHIBIT B**

### Exhibit B

Market (2002) in Tons After Applying Factors

		•	_ <del></del>		
	Dodge Segment	Interior Walls (Tons)	Interior Walls (LBS)	LBS/Lin- Ft	Lin-Ft
1	Stores and Food Service	25,838	51,676,000	0.65	79,501,538
2	Warehouses	13,488	26,976,000	0.88	30,654,545
3	Office and Bank Buildings	184,693	369,386,000	0.88	419,756,818
4	Hotels & Motels	27,081	54,162,000	0.72	75,225,000
5	Garages & Service Stations	12,093	24,186,000	0.88	27,484,091
6	Manufacturing Plants	2,995	5,990,000	0.88	6,806,818
7	Laboratories	14,097	28,194,000	0.65	43,375,385
8	School: & Colleges	75,870	151,740,000	0.72	210,750,000
9	labracies & Museums	1,709	3,418,000	0.88	3,884,091
10	Domit ings	23,476	46,952,000	0.65	72,233,846
11	Hospit, I & Health Treatment	119,857	239,714,000	0.65	368,790,769
12	Publi-Buildings	55,288	110,576,000	0.72	153,577,778
13	Religious	9,360	18,720,000	0.88	21,272,727
14	Anousement	7,629	15,258,000	0.88	17,338,636
15	Aparti vinte/Assisted Lizing	400,930	801,860,000	0.65	1,233,630,769
16	Mist.	16,450	32,900,000	0.88	37,386,364
	Totals	990,854	1,981,708,000		2,801,669,176

- Weights (lbs/lineal Ft) are from Page 9 of Exhibit A
- Conversion of Tons to Ibs is based on 2000 lbs per ton

### **EXHIBIT C**

### Exhibit C

### **Derivations of Weight per Foot (interior wall)**

These factors would be summarized in the following equation:

Width of Blank (inches) x Thickness of Blank (inches) x Length of Blank (inches) x Conversion Factor (lbs /Cubic inch) = lbs/lineal Ft

### **Existing Technology**

Width of Blank = 6.5 in
Thickness of Blank = .015 in
Length - 12 in

Conversion Factor = .283 lbs/eu in

.331 lbs/lineal Ft

### Proposed Patent Technology

Width of Blank = 4.1 in Thickness of Blank = .015 in Length = 12 in

Conversion Factor = 283 lbs/cu in

.209 lbs/lineal Ft

### Material Savings – lbs/lineal Ft

.331 lb/lineal Ft - .209 lbs/lineal Ft = .122 lb/lineal Ft

### % Material Savings

 $((.331-.209).331) \times 100 = 37\%$ 

### **EXHIBIT D**

### AMM Steel Base Prices



STAINLESS	STEELS		100	LSTEELS		
Market prices, f.o.b. mill, by g extre charges for size, finish,	Estimated market prices per lb. f.o.b. mill or ware- house. Most prices were effective 08/23/07					
shipping and other specificati		COLD WORK DIE STEELS				
COILED PL			(dec	carb free)		
Plate produced on a continuo		Grede	Shape	Stre	Price	
Grade	Scwi	A-2	Flat	1/2"x1"	\$3.50-\$4.00	
304	220.01	A-2	Fiat	3'84"	\$3.25	
304L	223.01	D-2	Round	20"	83.20	
318	338.61		HOT WOR	K DIE STEE	LS	
316L	341.61		(dec	ero free)		
UNCOILED P		Grade	•	•	Price	
Plate produced on a plate mil		H-14 ( 2"	Round )		NA	
Grade	Vewt		och rouinda		\$3.00	
304	283.91	D-2 flat by			83.75	
304L	287.01	H-13 roun			NA.	
309	NA	111101001		I C CT C	,,,,	
310	NA		2 F	IEETS		
316L	428.91	Market pr	cas per hund	redweight, f	.a.b. mlii, for	
BAR		hot-rolled	and cold-roth	ed shoots.		
Smooth-turned round ber, 1"	diameter, mostly in		HOT-ROI	LLED SHEE	T	
10,000-tb quantities.		Midwost			\$26.50	
Grade	Newt		COLD-RO	LLED (Clas	• I)	
303	262.63	Midwost		•	\$31.50	
304	283.20	но	T-DIPPED Q	ALVANIZED	SHEET -	
316	378.21	Midwost			\$39.00	
416	137.88		GALVAL	UME SHEE		
17Cr4NI	284.00	Michenst	0		\$43.00	
COLD-ROLLED	SHEET		LECTROGAL	LVANIZED S	HEET	
Grade	\$/cw1	Midwest			\$41.00	
301	116.00		AL LIMIN	ZED SHEET	•	
302	128.00	Michenst			•	
304	228.01	Type 1			\$44.50	
304L	231.01		MOTOR LAM	INATION SI		
316L	352.61	Midwest		2000.001	\$31.50	
COLD-ROLLED	STRIP	-PIC WOOL			401.00	
Grade	S/cwt			TIN		
304L	248.01		Single-reduce	ed, per bese	bent:	
316L	363.01		Mill Dat ortes			
NA-Not available		Electrolyth			\$85.45	

	BARS
×	prices per hundredweight, f. c.
	MERCHANT PRODUCTS

Marke

(base prices)	
Reinforcing bar, Grade 60, No. 5	\$29.00
2 x 2 x 1/4" angle	\$33.35
3x3x1/4-inch angles	\$33.80
3x11.5 channels	\$37.15
72 x 4" flas	\$33.55
COLD-FINIBHED	
l* round, 1018 (carbon)	\$45.50
" round, 12L14 (cerbon)	\$49.00
round, 4140 (alloy)	\$73.00

### round, 4140 (alloy)

HOT-ROLLED		
(special bar quality)	)	
1° round, 1000 series (carbon)		\$35.00
1° round, 4100 series (alloy)		\$46.50
ROD		

the see busines her transmission all set	,
Mesh quality low carbon	\$28.00
Industrial quality low corbon	\$30.00
High carbon	\$31.50
Colchecting quality	\$33.00

### PLATE

Market prices per hundredweight, I.o.	D.D. NYM,
CARBON GRADE PLAT	Æ
National miles	
	38.00-\$41.00
Colled \$:	38.00-\$41.00
STRIP WILL PLATE	
48-inches	826.50
60-Inches	\$26.50
72-Inches	\$26.50
ALLOY PLATE	
National miles \$4	00 282-00 88
BAPETY PLATE	
(also known as floor pla	te)
National mile	\$53.00
NA-Not evaluate	0.00.00

thort ton. \$500
\$540-\$560
\$600
\$620-\$630
\$600-\$620
\$750-\$760
\$520
\$640-\$660
\$720-\$740
\$600
\$520-\$530
\$620
\$780

### OIL COUNTRY TUBULAR GOODS

liverage monthly market prices per ton from distributors surveyed in the Houston area by Pipe Logbi, Inc.

	Aug.	July	Percent
TUBING	\$Atom	\$/ton	Change
Carbonannisated ERW	\$1,272	\$1,287	-1.2
Carbon-seamless	\$1,460	\$1,483	-0.2
N80- ERW	\$1,658	\$1,646	0.8
N80- seamless	81,799	\$1,791	0.4
CASING			
Carbon—annealed ERW	\$1,079	\$1,094	-1.3
Carbon-seamless	\$1,238	\$1,270	-2.5
N80- ERW	\$1,438	\$1,438	-07
N80- seamless	\$1,508	\$1,551	-2.0
Culting him for below on the Principles	and a second	tion of Chair Date	ing biology of

### Notice

The rapid increase in zinc prices has created some confusion in the market related to hot-dip galvanized sheat pricing, prompting AMM to modify its reporting of this price. The AMM price for hot-dip galvanized sheet represents a base price plus a G90 coating on material 0.040 inch (1 millimeter) thick

Note: Prices for the United States are f.o.b. mill. east of Mississippi; China is ex-works; and World Export Market is f.o.b. port of export. Source: World Steel Dynamics Inc., Englowood Cities, N.J.

### SteelBenchmarker Pricing (dollars per tonne) World Export Market **United States** China Hot-Roll Band \$484 Hot-Roll Band \$558 \$566 \$517 Aug. 27 Oct. 23 April 10 Aug. 27 Aug. 27 April 10 800 725 578 Cold-Roll Coll \$708 Cold-Roll Coll Cold-Roll Coll \$547 \$628 850 Oct. 23 Aug. 27 Aug. 27 Of InqA April 10 Oct. 23 Aug. 27 April 10 410 \$4154 SteelBenchmarker is a joint venture of World Steel Dynamics Inc. and AMMMetal Bulletin that was officially launched in April 2006. Prices are published twice monthly. StoolBenchmarker is designed to provide a reliable set of bonchmark prices for use by participants in the steel industry and others without requiring disclosure of actual transaction prices. To participate as a price opinion provider (price opinion inputs go directly to an independent third-party computer system), please register at <a href="http://www.ninin.com/translater-party">http://www.ninin.com/translater-party</a> computer system), please register at <a href="http://www.ninin.com/translater-party">http://www.ninin.com/translater-party</a>

Oct. 23

Aug. 27

### **EXHIBIT E**

### Exhibit E

### **Derivation of Material Savings**

These factors would be summarized in the following equation:

Weight of material required to manufacture 1 foot-

Existing framing member	0.331 lb/lineal-foot	
Proposed patent design	0.209 lb/lineal-foot	
Anticipated weight saving	0.122 lb/lineal-foot	
Current price of Hot Dipped Galvanized Sheet	<u>\$0.39</u> per pound	
Anticipated saving per lineal foot	.0475 per foot	
Estimated market for this product	2,800,000,000 feet/year	
Estimated market value	\$133,000,000 / year	